

CITY OF MOUNTAIN VIEW, CALIFORNIA

Statement of Net Assets
June 30, 2003 (Dollars in Thousands)

	Governmental Activities	Business - Type Activities	Total
Assets:			
Cash and investments (Note 3)	\$ 239,297	28,953	268,250
Restricted cash and investments (Note 3)	2,782	0	2,782
Receivables:			
Accounts (net of allowances)	414	4,824	5,238
Special assessments	1,895	0	1,895
Interest	2,575	614	3,189
Loans (Note 4)	9,984	0	9,984
Taxes	3,321	0	3,321
Due from other governments	680	0	680
Internal balances (Note 5C)	(20,411)	20,411	0
Inventory	406	0	406
Deposits and prepaid costs	4	0	4
Land held for redevelopment (Note 1H)	2,637	0	2,637
Capital assets, net of depreciation (Note 6)	502,222	37,671	539,893
Total assets	745,806	92,473	838,279
Liabilities:			
Accounts payable and accrued costs	7,740	1,400	9,140
Accrued self-insurance claims (Note 10)	3,833	0	3,833
Refundable deposits	479	144	623
Deferred revenue	225	0	225
Noncurrent liabilities (Note 7)			
Due within one year	4,313	0	4,313
Due in more than one year	105,465	738	106,203
Total liabilities	122,055	2,282	124,337
Net assets (Note 11):			
Invested in capital assets, net of related debt	446,282	37,671	483,953
Restricted for:			
Financial assurance mechanism	0	247	247
Capital projects	13,300	0	13,300
Debt service	3,626	0	3,626
Low and moderate income housing	3,590	0	3,590
Shoreline Regional Park Community	33,940	0	33,940
Revitalization Authority	(28)	0	(28)
Other purposes	7,325	0	7,325
Unrestricted	115,716	52,273	167,989
Total net assets	\$ 623,751	90,191	713,942

See accompanying notes to financial statements.

CITY OF MOUNTAIN VIEW, CALIFORNIA

Statement of Activities
For the Year Ended June 30, 2003 (Dollars in Thousands)

		Program Revenues			Net (Expense) Revenue and Changes in Net Assets		
Functions/Programs	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental Activities:							
General government	\$ 17,268	18,559	270	0	1,561		1,561
Public safety	32,485	979	417	0	(31,089)		(31,089)
Public works	13,387	260	1,404	7,658	(4,065)		(4,065)
Community development	5,199	3,252	1,075	0	(872)		(872)
Culture and recreation	25,109	5,082	64	220	(19,743)		(19,743)
Interest on long term debt	2,836	0	0	0	(2,836)		(2,836)
Total governmental activities	96,284	28,132	3,230	7,878	(57,044)		(57,044)
Business-type Activities:							
Water	11,954	13,286	0	275	0	1,607	1,607
Wastewater	9,600	9,207	0	396	0	3	3
Solid Waste	7,930	7,510	100	0	0	(320)	(320)
Total business-type activities	29,484	30,003	100	671	0	1,290	1,290
Total	\$ 125,768	58,135	3,330	8,549	(57,044)	1,290	(55,754)
General revenues:							
Taxes:					39,922	0	39,922
Property taxes					14,878	0	14,878
Sales taxes					4,245	0	4,245
Motor vehicle in lieu					2,367	0	2,367
Transient occupancy tax					4,638	0	4,638
Utility users tax					3,603	0	3,603
Nonregulatory franchise & business					13,878	2,183	16,061
Interest earnings					(234)	234	0
Transfers					83,297	2,417	85,714
Total general revenues and transfers					26,253	3,707	29,960
Change in net assets					594,491	86,484	680,975
Beginning net assets					3,007	0	3,007
Add: retroactive additions of infrastructures (Note 6)					\$ 623,751	90,191	713,942
Ending net assets							

See accompanying notes to financial statements.

CITY OF MOUNTAIN VIEW, CALIFORNIA

Governmental Funds

Balance Sheet

June 30, 2003 (Dollars in Thousands)

	General	Revitalization Authority	Shoreline Regional Park Community	General Capital Projects	Other Governmental Funds	Total Governmental Funds
Assets						
Cash and investments	\$ 69,100	3,769	40,801	73,736	17,298	204,704
Restricted cash and investments	0	0	0	218	1,518	1,736
Receivables:						
Accounts (net of allowances)	233	75	1	1	104	414
Special assessments:						
Delinquent	0	0	0	0	9	9
Deferred	0	0	0	0	1,886	1,886
Interest	1,101	82	587	0	393	2,163
Loans	212	1,003	0	0	8,769	9,984
Taxes	3,321	0	0	0	0	3,321
Due from other governments	680	0	0	0	0	680
Inventory	276	0	0	0	130	406
Deposits and prepaid costs	4	0	0	0	0	4
Land for redevelopment	0	2,637	0	0	0	2,637
Advances to other funds	15,419	0	7,010	0	0	22,429
Total assets	\$ 90,346	7,566	48,399	73,955	30,107	250,373
Liabilities and fund balances						
Liabilities:						
Accounts payable and accrued costs	\$ 3,664	8	66	2,021	346	6,105
Accrued compensated absences	619	0	0	0	0	619
Refundable deposits	342	0	3	51	83	479
Deferred revenue	3,169	0	0	0	2,115	5,284
Advances from other funds	0	3,996	13,333	20,411	5,100	42,840
Total liabilities	7,794	4,004	13,402	22,483	7,644	55,327
Fund balances:						
Reserved for:						
Restricted cash and investments	0	0	0	218	1,518	1,736
Debt service	0	0	0	0	1,074	1,074
Loans receivable	212	1,003	0	0	8,765	9,980
Due from other governments	680	0	0	0	0	680
Inventory	276	0	0	0	130	406
Deposits and prepaid costs	4	0	0	0	0	4
Advances to other funds	15,419	0	7,010	0	0	22,429
Encumbrances	1,153	100	95	10,777	272	12,397
Land held for redevelopment	0	2,637	0	0	0	2,637
Unreserved:						
Designated for:						
Capital improvement program	5,669	0	0	36,555	0	42,224
Contingency operating	3,616	0	0	0	0	3,616
Emergencies	7,250	0	0	0	0	7,250
Revenue stabilization	5,696	0	0	0	0	5,696
Budget transition	9,543	0	0	0	0	9,543
Property management	1,600	0	0	0	0	1,600
Strategic land acquisition	4,575	0	0	0	0	4,575
Unrealized gain on investments	2,971	0	1,316	3,922	0	8,209
Compensated absences	5,455	0	0	0	0	5,455
General fund	18,433	0	0	0	0	18,433
Undesignated:						
Reported in:						
Special revenue funds	0	(178)	26,576	0	7,112	33,510
Capital projects funds	0	0	0	0	3,592	3,592
Total fund balances	82,552	3,562	34,997	51,472	22,463	195,046
Total liabilities and fund balances	\$ 90,346	7,566	48,399	73,955	30,107	250,373

See accompanying notes to financial statements.

CITY OF MOUNTAIN VIEW, CALIFORNIA

**Reconciliation of Governmental Fund Balance with
Governmental Activities Net Assets
For the Year Ended June 30, 2003 (Dollars in Thousands)**

TOTAL FUND BALANCES - TOTAL GOVERNMENTAL FUNDS

Amounts reported for Governmental Activities in the Statement of Net Assets
are different from those reported in the Governmental Funds above because of the following: \$ 195,046

CAPITAL ASSETS

Capital assets used in Governmental Activities are not current assets or financial resources
and therefore are not reported in the Governmental Funds. 502,222

ALLOCATION OF INTERNAL SERVICE FUND NET ASSETS

Internal service funds are not governmental funds. However, they are used by management to charge the costs of certain
activities, such as insurance and central services and maintenance, to individual governmental funds. The net current
assets of the Internal Service Funds are therefore included in Governmental Activities in the following line items in the
Statement of Net Assets.

Cash and investments	34,593
Restricted cash and investments	1,046
Interest receivable	412
Accounts payable	(109)
Accrued compensated absences	(132)
Accrued self-insurance claims	(3,833)

ACCRUAL OF NON-CURRENT REVENUES AND EXPENSES

Revenues in the statement of activities that do not provide current financial resources
are not reported as revenues in the funds. 5,059

LONG TERM ASSETS AND LIABILITIES

The assets and liabilities below are not due and payable in the current period and therefore are not reported in the Funds:

Long-term debt and other obligations	(104,006)
Interest payable	(1,526)
Non-current portion of compensated absences	(5,021)

NET ASSETS OF GOVERNMENTAL ACTIVITIES

\$ 623,751

See accompanying notes to financial statements.

CITY OF MOUNTAIN VIEW, CALIFORNIA

**Governmental Funds
Statement of Revenues, Expenditures and
Changes in Fund Balances
For the Year Ended June 30, 2003 (Dollars in Thousands)**

	<u>General</u>	<u>Revitalization Authority</u>	<u>Shoreline Regional Park Community</u>	<u>General Capital Projects</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues:						
Taxes	\$ 37,205	2,552	22,028	0	2,631	64,416
Licenses, permits and fees	4,433	0	0	0	818	5,251
Fines and forfeitures	630	0	0	0	0	630
Use of money and property	9,446	187	1,995	4,834	1,058	17,520
Intergovernmental revenues	4,941	0	0	5,201	2,685	12,827
Charges for services	9,524	0	0	0	4,705	14,229
Other	2,714	0	158	106	225	3,203
Total revenues	<u>68,893</u>	<u>2,739</u>	<u>24,181</u>	<u>10,141</u>	<u>12,122</u>	<u>118,076</u>
Expenditures:						
Current:						
General government	11,909	0	3,128	0	454	15,491
Public safety	30,583	0	107	0	277	30,967
Public works	6,879	0	211	0	21	7,111
Community development	3,244	420	117	0	966	4,747
Culture and recreation	12,855	0	1,604	0	3,320	17,779
Capital outlay	458	0	12	14,137	51	14,658
Debt service:						
Principal repayment	0	0	0	0	3,519	3,519
Interest and fiscal charges	0	0	0	0	3,953	3,953
Total expenditures	<u>65,928</u>	<u>420</u>	<u>5,179</u>	<u>14,137</u>	<u>12,561</u>	<u>98,225</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,965</u>	<u>2,319</u>	<u>19,002</u>	<u>(3,996)</u>	<u>(439)</u>	<u>19,851</u>
Other financing sources (uses):						
Transfers in	4,616	148	992	18,237	8,581	32,574
Transfers (out)	(4,547)	(3,883)	(11,021)	(4,952)	(9,930)	(34,333)
Total other financing sources (uses)	<u>69</u>	<u>(3,735)</u>	<u>(10,029)</u>	<u>13,285</u>	<u>(1,349)</u>	<u>(1,759)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	<u>3,034</u>	<u>(1,416)</u>	<u>8,973</u>	<u>9,289</u>	<u>(1,788)</u>	<u>18,092</u>
Beginning fund balances	<u>79,518</u>	<u>4,978</u>	<u>26,024</u>	<u>42,183</u>	<u>24,251</u>	<u>176,954</u>
Ending fund balance	<u>\$ 82,552</u>	<u>3,562</u>	<u>34,997</u>	<u>51,472</u>	<u>22,463</u>	<u>195,046</u>

See accompanying notes to financial statements.

CITY OF MOUNTAIN VIEW, CALIFORNIA

Reconciliation of the Net Change in Fund Balances Total Governmental Funds with the Statement of Activities For the Year Ended June 30, 2003 (Dollars in Thousands)

The schedule below reconciles the Net Changes in Fund Balances reported on the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balance, which measures only changes in current assets and current liabilities on the modified accrual basis, with the Change in Net Assets of Governmental Activities reported in the Statement of Activities, which is prepared on the full accrual basis.

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$18,092
Amounts reported for governmental activities in the Statement of Activities are different because of the following:	
CAPITAL ASSETS TRANSACTIONS	
Governmental Funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is capitalized and allocated over their estimated useful lives and reported as depreciation expense. The capital outlay and other capitalized expenditures are therefore added back to fund balance	16,674
Depreciation expense is deducted from the fund balance (Depreciation expense is net of internal service fund depreciation of \$15 thousand which has already been allocated to serviced funds.)	(16,534)
Loss on retirements of capital assets, net of accumulated depreciation	(2,041)
LONG TERM DEBT PROCEEDS AND PAYMENTS	
Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Assets. Repayment of bond principal is an expenditure in the governmental funds, but in the Statement of Net Assets the repayment reduces long-term liabilities.	
Repayment of debt principal is added back to fund balance	3,519
Amortization of loss on refunding is deducted from fund balance	(315)
ACCRUAL OF NON-CURRENT ITEMS	
The amounts below included in the Statement of Activities do not provide or (require) the use of current financial resources and therefore are not reported as revenue or expenditures in governmental funds (net change):	(36)
Long-Term compensated absences	1,370
Long-Term landfill containment	62
Interest payable	2,745
Deferred revenue	
ALLOCATION OF INTERNAL SERVICE FUND ACTIVITY	
Internal Service Funds are used by management to charge the costs of certain activities, such as equipment acquisition, maintenance, and insurance to individual funds. The portion of the net revenue (expense) of these Internal Service Funds arising out of their transactions with governmental funds is reported with governmental activities, because they service those activities.	
Change in Net Assets - All Internal Service Funds	2,717
CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES	<u>\$26,253</u>

CITY OF MOUNTAIN VIEW, CALIFORNIA

General Fund
Statement of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2003 (Dollars in Thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Budgetary Basis</u>	<u>Final Budget</u>
Revenues:				
Taxes	\$ 39,750	39,750	37,205	(2,545)
Licenses, permits and fees	4,191	4,191	4,433	242
Fines and forfeitures	517	517	630	113
Use of money and property	9,407	9,407	9,446	39
Intergovernmental revenues	4,778	4,792	4,941	149
Charges for services	9,471	9,471	9,524	53
Other	908	959	2,714	1,755
	<u>69,022</u>	<u>69,087</u>	<u>68,893</u>	<u>(194)</u>
Amounts available for appropriation				
Expenditures:				
Current:				
General government:				
City Council	219	234	146	88
City Clerk	544	546	451	95
City Attorney	1,169	1,430	1,173	257
City Manager	1,402	1,561	1,316	245
Employee services	2,231	3,110	2,572	538
Finance and administrative services	6,652	6,950	6,251	699
Public safety:				
Fire	14,338	14,394	13,947	447
Police	17,359	17,538	16,636	902
Public works	7,690	7,878	6,879	999
Community development	3,667	3,806	3,244	562
Culture and recreation:				
Community services	9,733	9,906	8,962	944
Library services	4,075	4,143	3,893	250
Capital outlay	402	669	458	211
	<u>69,481</u>	<u>72,165</u>	<u>65,928</u>	<u>6,237</u>
Total expenditures				
Excess (deficiency) of revenues over (under) expenditures	<u>(459)</u>	<u>(3,078)</u>	<u>2,965</u>	<u>6,043</u>
Other financing sources (uses):				
Transfers in	3,825	3,825	4,616	791
Transfers (out)	<u>(4,564)</u>	<u>(4,564)</u>	<u>(4,547)</u>	<u>17</u>
	<u>(739)</u>	<u>(739)</u>	<u>69</u>	<u>808</u>
Total other financing sources (uses)				
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	<u>(1,198)</u>	<u>(3,817)</u>	<u>3,034</u>	<u>6,851</u>
Beginning fund balances	<u>79,518</u>	<u>79,518</u>	<u>79,518</u>	<u>0</u>
Ending fund balances	<u>\$ 78,320</u>	<u>75,701</u>	<u>82,552</u>	<u>6,851</u>

See accompanying notes to financial statements.

CITY OF MOUNTAIN VIEW, CALIFORNIA**Revitalization Authority Fund
Statement of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2003 (Dollars in Thousands)**

	<u>Budgeted Amounts</u>		<u>Actual Amounts Budgetary Basis</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes	\$ 2,666	2,666	2,552	(114)
Use of money and property	246	246	187	(59)
	<u>2,912</u>	<u>2,912</u>	<u>2,739</u>	<u>(173)</u>
Amounts available for appropriation				
Expenditures:				
Current:				
Community development	464	574	420	154
Total expenditures	<u>464</u>	<u>574</u>	<u>420</u>	<u>154</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,448</u>	<u>2,338</u>	<u>2,319</u>	<u>(19)</u>
Other financing sources (uses):				
Transfers in	0	0	148	148
Transfers (out)	<u>(3,979)</u>	<u>(3,979)</u>	<u>(3,883)</u>	<u>96</u>
Total other financing sources (uses)	<u>(3,979)</u>	<u>(3,979)</u>	<u>(3,735)</u>	<u>244</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	<u>(1,531)</u>	<u>(1,641)</u>	<u>(1,416)</u>	<u>225</u>
Beginning fund balances	<u>4,978</u>	<u>4,978</u>	<u>4,978</u>	<u>0</u>
Ending fund balances	<u>\$ 3,447</u>	<u>3,337</u>	<u>3,562</u>	<u>225</u>

See accompanying notes to financial statements.

CITY OF MOUNTAIN VIEW, CALIFORNIA

Shoreline Regional Park Community Fund
Statement of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2003 (Dollars in Thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts Budgetary Basis</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes	\$ 19,671	19,671	22,028	2,357
Use of money and property	1,755	1,755	1,995	240
Other	15	16	158	142
	<u>21,441</u>	<u>21,442</u>	<u>24,181</u>	<u>2,739</u>
Amounts available for appropriation				
Expenditures:				
Current:				
General government:				
City Attorney	10	44	13	31
City Manager	80	80	79	1
Finance and administrative services	3,050	3,059	3,036	23
Public safety:				
Fire	94	100	83	17
Police	26	26	24	2
Public works	274	302	211	91
Community development	159	159	117	42
Culture and recreation:				
Community services	1,824	1,898	1,604	294
Capital outlay	0	12	12	0
	<u>5,517</u>	<u>5,680</u>	<u>5,179</u>	<u>501</u>
Total expenditures				
	<u>15,924</u>	<u>15,762</u>	<u>19,002</u>	<u>3,240</u>
Excess of revenues over expenditures				
	<u>15,924</u>	<u>15,762</u>	<u>19,002</u>	<u>3,240</u>
Other financing sources (uses):				
Transfers in	0	0	992	992
Transfers (out)	(11,465)	(11,571)	(11,021)	550
	<u>(11,465)</u>	<u>(11,571)</u>	<u>(10,029)</u>	<u>1,542</u>
Total other financing sources (uses)				
	<u>(11,465)</u>	<u>(11,571)</u>	<u>(10,029)</u>	<u>1,542</u>
Excess of revenues and other financing sources over expenditures and other financing uses				
	4,459	4,191	8,973	4,782
Beginning fund balances	26,024	26,024	26,024	0
Ending fund balances	<u>\$ 30,483</u>	<u>30,215</u>	<u>34,997</u>	<u>4,782</u>

See accompanying notes to financial statements.

CITY OF MOUNTAIN VIEW, CALIFORNIA

**Proprietary Funds
Statement of Net Assets
June 30, 2003 (Dollars in Thousands)**

	Business-type Activities-Enterprise Funds				Governmental Activities- Internal Service Funds
	Water	Wastewater	Solid Waste	Totals	
Current Assets:					
Cash and investments	\$ 7,848	12,235	8,870	28,953	34,593
Restricted cash and investments	0	0	0	0	1,046
Receivables:					0
Accounts (net of allowances)	1,795	1,422	1,607	4,824	
Interest	304	203	107	614	412
Total current assets	9,947	13,860	10,584	34,391	36,051
Long-Term Assets:					
Advances to other funds	15,829	4,347	235	20,411	0
Land, buildings, and equipment	29,898	24,888	353	55,139	264
Construction in progress	9,069	1,599	351	11,019	0
Accumulated depreciation	(11,919)	(16,313)	(255)	(28,487)	(194)
Total long-term assets	42,877	14,521	684	58,082	70
Total assets	52,824	28,381	11,268	92,473	36,121
Current Liabilities:					
Accounts payable and accrued costs	755	60	585	1,400	109
Accrued compensated absences	366	238	134	738	132
Accrued self-insurance costs	0	0	0	0	3,833
Refundable deposits	144	0	0	144	0
Total liabilities	1,265	298	719	2,282	4,074
Net Assets:					
Invested in capital assets	27,048	10,174	449	37,671	70
Restricted for financial assurance mechanism	0	0	247	247	0
Unrestricted	24,511	17,909	9,853	52,273	31,977
Total net assets	\$ 51,559	28,083	10,549	90,191	32,047

See accompanying notes to financial statements.

CITY OF MOUNTAIN VIEW, CALIFORNIA

**Proprietary Funds
Statement of Revenues, Expenses and
Changes in Fund Net Assets
For the Year Ended June 30, 2003 (Dollars in Thousands)**

	Business-type Activities-Enterprise Funds				All Governmental Activities- Internal Service Funds
	Water	Wastewater	Solid Waste	Totals	
Operating revenues:					
Charges for sales and services	\$ 13,286	9,207	7,510	30,003	2,530
Other	421	152	233	806	2,378
Total operating revenues	13,707	9,359	7,743	30,809	4,908
Operating expenses:					
Salaries and related expenses	3,104	1,754	1,517	6,375	1,009
Self-funded insurance	0	0	0	0	1,861
Cost of sales and services	5,463	5,181	4,724	15,368	0
General and administrative	2,635	2,169	1,680	6,484	2,781
Depreciation	752	496	9	1,257	15
Total operating expenses	11,954	9,600	7,930	29,484	5,666
Operating income (loss)	1,753	(241)	(187)	1,325	(758)
Nonoperating revenues (expenses):					
Interest income	341	628	508	1,477	1,950
Net nonoperating revenues	341	628	508	1,477	1,950
Income before transfers	2,094	387	321	2,802	1,192
Contributions	275	396	0	671	0
Transfers in	1,301	307	14	1,622	1,599
Transfers (out)	(658)	(498)	(232)	(1,388)	(74)
Net transfers	918	205	(218)	905	1,525
Change in net assets	3,012	592	103	3,707	2,717
Beginning net assets	48,547	27,491	10,446	86,484	29,330
Ending net assets	\$ 51,559	28,083	10,549	90,191	32,047

See accompanying notes to financial statements.

CITY OF MOUNTAIN VIEW, CALIFORNIA

**Proprietary Funds
Statement of Cash Flows
For the Year Ended June 30, 2003 (Dollars in Thousands)**

	Business-type Activities-Enterprise Funds				Governmental Activities- Internal Service Funds
	Water	Wastewater	Solid Waste	Totals	
Cash flows from operating activities:					
Receipts from customers	\$ 13,463	9,138	7,617	30,218	4,908
Payments to suppliers	(6,580)	(6,024)	(5,659)	(18,263)	(2,844)
Payments to employees	(3,097)	(1,737)	(1,496)	(6,330)	(997)
Internal activity - payments to other funds	(1,400)	(1,299)	(770)	(3,469)	(18)
Claims paid	0	0	0	0	(1,997)
Other receipts (payments)	421	152	233	806	0
Net cash provided (used) by operating activities	2,807	230	(75)	2,962	(948)
Cash flows from non-capital financing activities:					
Due from other governments	0	0	1,099	1,099	0
Transfers in	1,301	307	14	1,622	1,599
Transfers (out)	(658)	(498)	(232)	(1,388)	(74)
Net cash provided (used) by noncapital financing activities	643	(191)	881	1,333	1,525
Cash flows from capital and related financing activities:					
Acquisition and construction of fixed assets, net	(2,364)	(1,188)	(69)	(3,621)	0
Advances to other funds for construction in progress	(509)	175	(78)	(412)	0
Net cash flows provided (used) by capital and related financing activities	(2,873)	(1,013)	(147)	(4,033)	0
Cash from investing activities:					
Interest received	371	664	506	1,541	1,998
Net increase (decrease) in cash and cash equivalents	948	(310)	1,165	1,803	2,575
Cash and cash equivalents at beginning of period	6,900	12,545	7,705	27,150	33,064
Cash and cash equivalents at end of period	\$ 7,848	12,235	8,870	28,953	35,639
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:					
Operating income (loss)	\$ 1,753	(241)	(187)	1,325	(758)
Adjustments to reconcile operating income to net cash provided by operating activities:					
Depreciation	752	496	9	1,257	15
Change in assets and liabilities:					
Receivables, net	172	(69)	107	210	0
Accounts and other payables	130	44	(4)	170	(205)
Net cash provided (used) by operating activities	\$ 2,807	230	(75)	2,962	(948)
Noncash investing, capital, and financing activities:					
Contributions of capital assets, net	\$ 275	396	0	671	

See accompanying notes to financial statements.

CITY OF MOUNTAIN VIEW, CALIFORNIA

Fiduciary Funds

Statement of Fiduciary Net Assets

June 30, 2003 (Dollars in Thousands)

	<u>Agency Funds</u>
Assets:	
Cash and investments (Note 3)	\$ 2,211
Restricted cash (Note 3)	<u>148</u>
Total assets	<u>\$ 2,359</u>
 Liabilities:	
Accrued payroll	\$ 1,709
Sports Pavilion maintenance	25
Collections payable	<u>625</u>
Total liabilities	<u>\$ 2,359</u>

See accompanying notes to financial statements.